UNITED
NATIONS

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General Assembly

Distr.
GENERAL

A/48/6 (Income sect. 2)
13 August 1993

ORIGINAL: ENGLISH

Forty-eighth session

# PROPOSED PROGRAMME BUDGET FOR THE BIENNIUM 1994-1995*

## Income section 2. *General income*

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* The present document contains income section 2 of the proposed programme budget for the biennium 1994-1995. The complete proposed programme budget will subsequently be issued in final printed form as *Official Records of the General Assembly, Forty-eighth Session, Supplement No. 6* (A/48/6/Rev.1).

93-45076 (E) 070993 080993

# INCOME SECTION 2. GENERAL INCOME

TABLE IS2.1.

*(Thousands of United States dollars)*

| *1992-1993 approved estimates* | *1994-1995 estimates* | *Estimated increase (decrease)* |
|---|---|---|
| 59 295.2 | 59 258.8 | (36.4) |

TABLE IS2.2. SUMMARY BY INDIVIDUAL SOURCE OF INCOME

*(Thousands of United States dollars)*

| | *Source* | *1992-1993 approved estimates* | *1994-1995 estimates* | *Increase (decrease)* |
|---|---|---|---|---|
| A. | Income from rental of premises | 10 957.4 | 12 992.2 | 2 034.8 |
| B. | Reimbursement for services provided to specialized agencies and others | 20 980.3 | 19 425.6 | (1 554.7) |
| C. | Bank interest | 5 211.8 | 2 782.5 | (2 429.3) |
| D. | Sale of used equipment | 362.3 | 605.2 | 242.9 |
| E. | Refund of previous years' expenditure | 2 046.7 | 2 098.3 | 51.6 |
| F. | Contributions of non-member States | 6 718.8 | 7 108.4 | 389.6 |
| G. | Television and similar services | 725.0 | 901.8 | 176.8 |
| H. | Reimbursement by the specialized agencies of their share of the costs of ICSC | 6 142.0 | 6 103.0 | (39.0) |
| I. | Reimbursement by the specialized agencies of their share of the costs of JIU | 4 642.9 | 4 988.9 | 346.0 |
| J. | Miscellaneous income | 1 508.0 | 2 252.9 | 744.9 |
| | **Total** | **59 295.2** | **59 258.8** | **(36.4)** |

## A. Income from rental of premises

IS2.1 The estimates under this heading, for which details are shown in table IS2.3, relate to the payment of rentals by a number of specialized agencies and other entities connected with the activities of the Organization for the occupancy of United Nations premises in New York, Geneva, Addis Ababa, Bangkok and Nairobi. The increase relating to the United Nations Office at Geneva results from a revision in the rates charged for office space and occupancy of additional rental space. With respect to Nairobi, the estimated rental income of $1,677,800 is the residual after the deduction of $1,821,100 for the loan repayment by the United Nations to UNEP, and the proposed assignment of $1,400,000 to a special account in order to provide for a portion of the common service costs relating to extrabudgetary programmes at Nairobi, since approximately 80 per cent of the resources under section 25J, Common services, Nairobi, are dedicated to provision of services required by extrabudgetary programmes. Regarding the balance loan repayment, it may be recalled that the Advisory Committee on Administrative and Budgetary Questions concurred with the proposals of the Secretary-General in his report on the United Nations office accommodation at Nairobi (A/CN.1/R.1139) to enter into contractual arrangements for the construction of four buildings at the United Nations Office at Nairobi to be financed from an advance from UNEP, to be repaid from income earned under the regular budget from the remission of rent on space chargeable to UNEP and other tenants at Gigiri. Repayment by the United Nations to the Environment Fund was initially estimated at $6,390,000, of which $6,000,000 was the estimated cost of construction and $390,000 the estimated interest cost to the Fund. For the biennium 1992-1993 estimated income of $4,680,000 has been applied as repayment for the loan, hence the estimated income to be earned from rental of premises in Nairobi in 1994-1995 is accordingly reduced by $1,821,100,

representing the balance loan and interest repayment. The estimates for ESCAP are provisional, since it is expected that as a result of the completion of the Conference Complex at Bangkok additional rental income would accrue to the United Nations. The revised estimated income will be reported in the context of the first performance report to the General Assembly at its forty-ninth session on the programme budget for the biennium 1994-1995.

TABLE IS2.3.

*(Thousands of United States dollars)*

| *Source* | *1992-1993 approved estimates* | *1994-1995 estimates* | *Increase (decrease)* |
|---|---|---|---|
| Headquarters, New York | 4 178.3 | 4 186.5 | 8.2 |
| United Nations Office at Geneva | 5 572.6 | 5 921.4 | 348.8 |
| ECA, Addis Ababa | 744.0 | 744.0 | - |
| ESCAP, Bangkok | 462.5 | 462.5 | - |
| United Nations Office at Nairobi | - | 1 677.8 | 1 677.8 |
| **Total** | **10 957.4** | **12 992.2** | **2 034.8** |

## B. Reimbursement for services provided to specialized agencies and others

IS2.2 The expected income under this heading is outlined in table IS2.4 below. The estimates relating to the Vienna International Centre are on the basis, of (a) current arrangements for conference services, since it is proposed to effect a separate conference service arrangement by the end of 1995; (b) current arrangements for the Security and Safety Service; and (c) all other common services, reimbursement of 75 per cent of costs under current arrangements, since appropriate support and a smooth transition to new arrangements would be required during the biennium. As regards telecommunications services, it may be recalled that in his report (A/C.5/46/5), the Secretary-General proposed the establishment of a global telecommunications network for the organizations of the United Nations system to carry traffic not only of the United Nations, but of the specialized agencies as well. It is considered that an improved United Nations telecommunications network will be cost-effective and responsive to the daily operations of the United Nations in vital areas such as peace-keeping operations, humanitarian activities and preventive diplomacy. In order to provide for the progressive development and operation of the global United Nations telecommunications network and be responsive to the needs of user organizations, it is proposed to credit the estimated income ($2,000,000) to be earned in the biennium 1994-1995 to a special account to be established for that purpose.

TABLE IS2.4.

*(Thousands of United States dollars)*

| *Source* | *1992-1993 approved estimates* | *1994-1995 estimates* | *Increase (decrease)* |
|---|---|---|---|
| *Headquarters, New York* | | | |
| Telecommunications services | 2 041.4 | - | (2 041.4) |
| Services of radio operator provided to UNRWA | 162.2 | 234.7 | 72.5 |
| Services rendered by the New York Computer Service | 774.3 | 648.7 | (125.6) |
| *United Nations Office at Geneva* | | | |
| Reproduction and distribution of documents and other services | 595.0 | 398.0 | (197.0) |
| Language training | 566.9 | 610.0 | 43.1 |
| *Vienna International Centre* | | | |
| Share of common service costs met by UNIDO, IAEA and UNRWA | 14 597.3 | 15 491.0 | 893.7 |
| *Economic Commission for Africa* | | | |
| Language training | 43.2 | 43.2 | - |
| *Advances* | | | |
| Advance to UNITAR | 200.0 | - | (200.0) |
| Advance to UNIDO | 2 000.0 | 2 000.0 | - |
| **Total** | **20 980.3** | **19 425.6** | **(1 554.7)** |

## C. Bank interest

IS2.3 The estimate of $2,782,500 relates to the amount of interest expected to be paid by banks on balances in United Nations accounts during 1994 and 1995.

## D. Sale of used equipment

IS2.4 The estimate of $605,200 is projected on the basis of actual income earned from 1986 to 1992.

## E. Refund of previous years' expenditure

IS2.5 The estimate of $2,098,300 is based on actual income earned from 1986 to 1992.

## F. Contributions of non-member States

IS2.6 Under the terms of rule 160 of the rules of procedure of the General Assembly and regulation 5.9 of the Financial Regulations of the United Nations, States that are not members of the United Nations but participate in certain of its activities contribute towards the expenses of such activities at rates to be determined by the General Assembly. By its resolution 44/197 B of 21 December 1989, the General Assembly endorsed the revised assessment procedures for non-member States contained in paragraphs 50 to 52 of the report of the Committee on Contributions (A/44/11 and Add.1 and Add.1/Corr.1). The procedures provide for assessment of contributions on the basis of a flat annual fee calculated at the beginning of each year. The estimates of $7,108,400 under this heading relate to contributions from non-member States on the basis of the contributions payable for the year 1993.

## G. Television and similar services

IS2.7 Income from television and similar services is estimated at $901,800 on the basis of a trend analysis for the period 1986 through 1992.

## H. Reimbursement by the specialized agencies of their share of the costs of the International Civil Service Commission

IS2.8 Paragraph 3 of article 21 of the statute of ICSC, as approved by the General Assembly in its resolution 3357 (XXIX) of 18 December 1974, provides that the expenditures of the Commission are to be shared by the participating organizations in a manner to be agreed upon by them. In accordance with the agreement reached, the cost of ICSC is apportioned in each biennium on the basis of statistics assembled by the Consultative Committee on Administrative Questions on the total number of staff encumbering posts of the participating organizations at the close of the biennium 1990-1991. On this basis, it is anticipated that on this occasion the specialized agencies will reimburse the United Nations to the extent of approximately 60.29 per cent of the Commission's total cost. The estimate of $6,103,000 results from the application of that percentage to the estimated requirements for the Commission, as shown under expenditure section 26, Jointly financed administrative activities, of the proposed programme budget for the biennium 1994-1995.

## I. Reimbursement by the specialized agencies of their share of the costs of the Joint Inspection Unit

IS2.9 Article 20 of the statute of JIU, which was approved by the General Assembly in its resolution 31/192 of 22 December 1976, stipulates that the Unit's expenditure is to be shared by the participating organizations in a manner to be agreed upon by them. In accordance with the agreement reached, the cost of JIU would be shared in each year of the biennium in proportion to the amount of each organization's total expenditure in the preceding biennium. On this basis, it is estimated that on this occasion the participating organizations would reimburse the United Nations to the extent of approximately 60.06 per cent of the Unit's cost. The estimate of $4,988,900 results from the application of that percentage to the estimated requirements for the Unit, as shown under expenditure section 26 of the proposed programme budget for the biennium 1994-1995.

## J. Miscellaneous income

IS2.10 Various receipts that cannot properly be classified under any of the preceding sub-items are included under this heading. The estimate of $2,252,900 is based on the experience over several bienniums.